

23rd May, 2025

To

The General Manager Department of Corporate Relations BSE Limited Sir Phiroze Jeejeebhoy Towers Dalal Street Fort Mumbai 400 001	The Vice President Listing Department The National Stock Exchange of India Limited Exchange Plaza Bandra Kurla Complex Bandra (East) Mumbai 400 051
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Sub: Audited Financial Results for the quarter/ financial year ended 31st March, 2025

Symbol: NSE : HCL-INSYS
BSE (For Physical Form): 179
BSE (For Demat Form): 500179

Dear Sirs,

This is further to our letter dated 16th May, 2025 on the above subject.

- i. Audited Financial Results of the Company on standalone and consolidated basis for the quarter/financial year ended 31st March, 2025 which have been approved and taken on record at the meeting of the Board of Directors of the Company after recommendation of Accounts and Audit Committee held today i.e. 23rd May 2025.
- ii. Auditor's Report on the aforesaid audited standalone and consolidated financial results. Further we wish to state that the said Reports are with unmodified opinion.

The meeting of the Board of Directors commenced at 1:30 PM. and concluded at 5:30P.M.

Please acknowledge receipt.

Very Truly Yours,
For HCL Infosystems Limited

Raj Kumar Sachdeva
Manager

HCL INFOSYSTEMS LIMITED
Audited Standalone Financial Results for the quarter and year ended March 31, 2025
 Regd.Off. 806, Siddharth, 96 Nehru Place, New Delhi 110019.
 Corp.Off. A-11, First Floor, Sector -3 Noida, UP 201301.
 CIN - L72200DL1986PLC023955
 Phone number +91 120 2520977, 2526518-19
 Website www.hclinfosystems.in
 Email ID: cosec@hcl.com

Particulars	Standalone				
	Three months ended			Year to date	
	31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
	Audited	Unaudited	Audited	Audited	Audited
1 Income					
Revenue from operations	55	79	94	339	475
Other income	144	244	571	745	1,309
Total Income	199	323	665	1,084	1,784
2 Expenses					
(a) Purchase of services	54	78	92	336	470
(b) Changes in inventories of stock-in-trade	1	-	-	(1)	-
(c) Employee benefits expense	137	150	154	588	601
(d) Finance costs	3	3	10	17	43
(e) Depreciation and amortization expense	12	12	12	47	53
(f) Legal, professional and consultancy charges	136	99	159	474	805
(g) Other expenses	208	281	235	1,107	1,059
Total expenses	551	623	662	2,568	3,031
3 Profit/(loss) before exceptional items and tax (1 - 2)	(352)	(300)	3	(1,484)	(1,247)
4 Exceptional Items gain / (loss) (Refer note 2)	(38)	(246)	(538)	(701)	(308)
5 Loss before tax (3 + 4)	(390)	(546)	(535)	(2,185)	(1,555)
6 Tax expense					
(a) Current tax	-	-	-	-	-
(b) Deferred tax expense	-	-	-	-	-
7 Net Loss for the period (5 - 6)	(390)	(546)	(535)	(2,185)	(1,555)
8 Other comprehensive income/ (loss)					
A (i) Items that will not be reclassified to profit and loss	(6)	-	-	(6)	-
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
B (i) Items that will be reclassified to profit and loss	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
Total other comprehensive income / (loss), net of income tax for the period	(6)	-	-	(6)	-
9 Total comprehensive income for the period (7 + 8)	(396)	(546)	(535)	(2,191)	(1,555)
10 Paid-up equity share capital (Face value per share of Rs. 2/-)	6,584	6,584	6,584	6,584	6,584
11 Reserve as per balance sheet of previous accounting year	-	-	-	(35,845)	(33,654)
12 Earnings per share (of Rs. 2/- each) (not annualised):					
(a) Basic	(0.12)	(0.17)	(0.16)	(0.66)	(0.47)
(b) Diluted	(0.12)	(0.17)	(0.16)	(0.66)	(0.47)

Particulars	Standalone	
	As at 31.03.2025 (Audited)	As at 31.03.2024 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	154	225
Intangible assets	20	26
Capital work-in-progress	9	-
Financial assets		
i. Investments	-	4
ii. Other financial assets	1,004	649
Income tax assets (net)	2,073	1,994
Other non-current assets	12,466	12,682
Total non-current assets	15,726	15,580
Current assets		
Inventories	1	-
Financial assets		
i. Investments	2,801	2,436
ii. Trade receivables	76	114
iii. Cash and cash equivalents	191	830
iv. Bank balances other than (iii) above	2,816	3,311
v. Loans	-	3
vi. Others financial assets	213	279
Other current assets	385	464
Asset Held for Sale	10	10
Total current assets	6,493	7,447
Total assets	22,219	23,027
EQUITY AND LIABILITIES		
Equity		
Equity share capital	6,584	6,584
Other equity	(35,845)	(33,654)
Total equity	(29,261)	(27,070)
LIABILITIES		
Non-current liabilities		
Financial liabilities		
i. Borrowings	-	-
Provisions	78	93
Total non-current liabilities	78	93
Current liabilities		
Financial liabilities		
i. Borrowings	35,500	35,500
ii. Trade payables		
(a) total outstanding dues of micro enterprises and small enterprises	14	9
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	2,552	2,277
iii. Other financial liabilities	202	216
Other current liabilities	116	281
Provisions	13,018	11,721
Total current liabilities	51,402	50,004
Total liabilities	51,480	50,097
Total equity and liabilities	22,219	23,027

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Notes

1. These results have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 23, 2025. The statutory auditors have issued unmodified audit report on these results.

2. Exceptional items include :

Particulars	Three months ended			Year to date	
	31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
	Audited	Unaudited	Audited	Audited	Audited
a. Gain on sale of property, plant and equipment (refer note no 6)	584	-	-	584	1,196
b. Provision for loss in subsidiary #	(614)	(246)	(538)	(1,277)	(1,504)
c. Loss allowance against loan given to subsidiary*	(4)	-	-	(4)	-
d. Provision for impairment in the value of unquoted long term investments*	(4)	-	-	(4)	-
Total loss - (a+b+c+d)	(38)	(246)	(538)	(701)	(308)

One of the Company's wholly owned subsidiary namely "HCL Infotech Limited" has been incurring operational losses during the last few years due to various reasons including delay in collections of receivables, challenging market conditions, cost overruns and legal expenses in respect of long-term contracts. Considering the fact that most of these long-term contracts were originally entered with the Company and transferred to HCL Infotech Limited through the Scheme of Arrangement in the past, there is a constructive obligation for the Company to provide operational and financial support to HCL Infotech Limited for execution of its contracts. This constructive obligation is also supported by the past practice followed by the Company wherein it has been, from time to time, voluntarily extending financial support to its subsidiaries, even during challenging market circumstances. Such continuous and timely support from the Company has helped fund the losses of its subsidiaries and enabled them to meet their financial obligations without any delays/defaults.

Basis the same, the Company is creating provision for loss incurred by its subsidiary in the standalone financials to the extent of accumulated losses and erosion of net worth of subsidiary, as at the reporting date. This has been treated as a present obligation of the Company wherein it is probable that an outflow of resources will be required to support HCL Infotech Limited and pay its liabilities that are more than its assets as on reporting date, as required by Ind AS 37.

* The Company had made investment and also extended loan to Pimpri Chinchwad eServices Limited to support its operations. However, the management does not foresee any cash generating operations in the company to enable the repayment of loan. Moreover, the company has been making continuous losses and its net worth is fully eroded. Hence, a provision for impairment of investment in such subsidiary as well as loss allowance of such subsidiary has been made during the year.

3. The Company has continuously made losses during past years and its net worth has been fully eroded. Further the Company has incurred a net loss of Rs. 2,185 lakhs, during the year ended March 31, 2025 (year ended March 31, 2024: net loss Rs.1,555 lakhs) and the Company's current liabilities exceeded its current assets by Rs. 44,909 lakhs as at March 31, 2025 (March 31, 2024: Rs. 42,557 lakhs). The losses are primarily a result of delayed receipts on certain system integration contracts, historical low margin contracts, large litigations and their costs which are at different stages of progression.

The Company had originally entered into multiple long term contracts forming part of erstwhile 'Hardware Solutions Business' which was transferred to HCL Infotech Limited through Scheme of Arrangement with the remaining term of ongoing contract upto year 2031. Therefore, there is a constructive obligation for the Company to provide operational and financial support to HCL Infotech Limited for execution of its contracts (also refer note 2). Further, such transferred business has continued to face challenges in obtaining timely customer acceptance and sign-offs for completed projects, leading to delays in receiving payments. As a result, though the number of contracts reaching closure has increased, there is no significant progress in recovering outstanding receivables from customers. To address this issue, the Company has initiated arbitration proceedings against several customers to recover the dues owed. Accordingly, the management will ensure continuity of operations to support execution of long terms contracts originally assigned to the Company and recovery of dues owned by HCL Infotech Limited that are held up for a long time.

To ensure the necessary financial support for above operations, the Board of Directors of HCL Corporation Private Limited (a significant promoter shareholder) has approved support in the form of corporate guarantees to banks of Rs. 39,600 lakhs [utilised Rs. 5,705 lakhs (2024 - Rs. 305 lakhs)] and interest free unsecured loans of Rs. 35,500 lakhs [utilised Rs. 35,500 lakhs (2024 - Rs. 35,500 lakhs)] to HCL Infosystems Limited out of total authorized limit of Rs. 1,50,000 lakhs. This had been approved by the shareholders of the Company, vide their resolution dated September 14, 2017. Considering the above support, the management and the Board of Directors have a reasonable expectation that the Company will be able to realise its assets and discharge its contractual obligations including long term contracts transferred to HCL Infotech Limited and liabilities as they fall due in the near future in the normal course of business. Accordingly, these standalone financial results have been prepared on a going concern basis.

4. The Company had reported three segments till year ended 31 March 2024 – Hardware Products and Solutions, Distribution and Learning. However, management has reassessed the segment disclosure and believes that with the scale down of the Distribution business which is limited to providing IT support services (primarily annual maintenance activities) and progressive decline in learning operations, the Chief Operating Decision maker primarily focusses on combined business in making decisions on operating matters and on allocating resources in evaluating performance. Accordingly, the Company has aggregated its segments into a single segment which is providing IT support services and hence no separate disclosure is required for Segment as per Ind AS 108 'Operating Segments'.

5. Based on the detailed assessment performed by Management which also included, wherever considered necessary, performing reconciliation with the parties, the Company has credited its Statement of Profit and Loss with Rs. 35 Lakhs for the quarter ended March 31, 2025, Rs. 135 Lakhs for the quarter ended December 31, 2024, Rs. 463 Lakhs for the quarter ended March 31, 2024, Rs. 300 Lakhs for the year ended March 31, 2025 and Rs. 661 Lakhs for the year ended March 31, 2024, on account of written back of certain old payables and provisions.

6. In order to reduce Company's debt obligations, the Company has decided to monetize Company owned properties in a phased manner. The remaining Company's properties are not being fully utilized due to changes in the business of the Company, therefore as a part of ongoing property monetisation plan, during the quarter and year ended, March 31, 2025, the Company has disposed one property situated in Mumbai, having net carrying amount of Rs.51 lakhs, for a consideration of Rs. 635 lakhs, resulting in overall gain of Rs. 584 lakhs.(similar gain recognised of Rs. 1,196 lakhs for the year ended March 31, 2024).

7. HCL Infosystems Limited (HCLI) has initiated Arbitration Proceedings with respect to dispute against the customers for contracts which were originally awarded to HCLI and were subsequently transferred to HCL Infotech Limited (Infotech) under the Scheme of Arrangement in 2013 as approved by Delhi High Court. Further as part of issuance of Optionally Convertible Debentures (OCDs), in earlier years the Infotech has transferred its rights to receive cash flows from these projects to the HCLI and as per the terms of OCDs, cash collected shall be utilized to redeem OCDs.

Against one of such contract, Infotech has received an amount of Rs. 12,342 Lakhs in earlier years against equivalent Bank Guarantee. For another contract, part payment of Rs 1,331 Lakhs was received during the year ended March 31, 2025 against equivalent Bank Guarantee. However, since counterparty's appeal in these matters is sub-judice (pending disposal) before the High Court, amount has not been utilized for redemption of OCDs in accordance with the terms of OCDs arrangement and hence shown as amount collected under litigation as a part of other current liabilities in the financial statement of HCL Infotech Limited.

8. The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year upto March 31, 2025 and the unaudited published year-to-date figures upto December 31, 2024 being the date of the end of the third quarter of the financial year which were subjected to a limited review.

9. A statement of cash flow is attached in Annexure A.

By order of the Board
for HCL Infosystems Limited
NIKHIL
SINHA
Nikhil Sinha
Chairperson

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Place : Noida
Date : May 23, 2025

Standalone Cash Flow Statement of HCL Infosystems Limited as per Ind AS:

Particulars	(Rs. In Lakhs)	
	Year ended	Year ended
	31.03.2025	31.03.2024
	Audited	Audited
Cash flow from Operating Activities:		
Loss before tax	(2,185)	(1,555)
Adjustments for:		
Depreciation and amortisation expense	47	53
Finance cost	17	43
Interest income on Fixed deposits and Others	(266)	(252)
Interest on income tax refund	(0)	(61)
Net gains on fair value changes on investments	(35)	(36)
Net profit on sale of properties	(584)	(1,196)
Gain on sale of investment carried at FVTPL	(106)	(130)
Provision against inter company deposits given to subsidiaries	4	-
Provision for loss in subsidiary	1,277	1,504
Impairment of unquoted Long Term Investments	4	-
(Gain)/loss on foreign exchange fluctuation	(12)	34
Reversal of loss allowance for doubtful debts	(135)	(160)
Net allowance for Input tax credit	474	335
Allowance for doubtful other current assets	-	38
Provisions/liabilities no longer required written back	(58)	(501)
Operating loss before working capital changes	(1,558)	(1,884)
Changes in operating assets and liabilities		
Decrease in trade receivables	173	166
Decrease in non-current assets	200	415
Decrease/(Increase) in current assets	(328)	3
Increase in inventories	(1)	-
(Decrease)/Increase in non current liabilities	(16)	1
(Decrease)/Increase in current liabilities	184	(274)
Cash flow used in operations	(1,346)	(1,572)
Net tax refund (including interest) / tax deduction at source	(77)	765
Net cash flow used in operating activities (A)	(1,423)	(808)
Cash flow from investing activities:		
Purchase of properties plant and equipments and intangible assets	(21)	(19)
Capital work-in-progress	(9)	-
Proceeds from sale of properties	635	0
Proceeds from redemption of mutual funds	9,650	14,652
Investment of mutual funds	(9,875)	(14,399)
Interest received	265	252
Redemption of / (investment in) bank deposits (net)	155	(196)
Inter corporate deposits given	(1)	(1)
Net cash generated from investing activities (B)	799	289
Cash Flow from Financing Activities:		
Proceeds from loans and borrowings from related party	45,500	35,500
Repayment of loans and borrowings from related party	(45,500)	(35,500)
Finance cost paid	(17)	(43)
Net cash used in financing activities (C)	(17)	(43)
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(641)	(562)
Opening balance of cash and cash equivalents	830	1,393
Exchange difference on translation of foreign currency cash and cash equivalent	2	(1)
Closing balance of cash and cash equivalents	191	830
Cash and cash equivalents comprise of	191	830
Cash, cheques and drafts (on hand)	0	0
Balances with banks on current accounts	159	830
Balances with banks on deposits accounts	32	-

Independent Auditor's Report

To the Board of Directors of HCL Infosystems Limited

Report on the audit of the Standalone Annual Financial Results

Opinion

We have audited the accompanying standalone annual financial results of HCL Infosystems Limited (hereinafter referred to as the "Company") for the year ended 31 March 2025, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net loss and other comprehensive loss and other financial information for the year ended 31 March 2025.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results* section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion on the standalone annual financial results.

Material Uncertainty Related to Going Concern

We draw attention to note 3 to the standalone annual financial results, which states that the Company has continuously made losses for past several years and its net worth is fully eroded. Further, the Company's current liabilities exceed its current assets as at 31 March 2025 by Rs. 44,909 lakhs (31 March 2024: Rs. 42,557 lakhs). These conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern i.e., whether the Company will be able to realise its assets and discharge all its contractual obligations and liabilities as they fall due in near future in the normal course of the business.

Our opinion is not modified in respect of this matter.

Registered Office:

Independent Auditor's Report (Continued)

HCL Infosystems Limited

Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone annual financial results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management's and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required

Independent Auditor's Report (Continued)

HCL Infosystems Limited

to draw attention in our auditor's report to the related disclosures in the standalone annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

- a. The standalone annual financial results include the results for the quarter ended 31 March 2025 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For **B S R & Associates LLP**

Chartered Accountants

Firm's Registration No.:116231W/W-100024

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Girish Arora

Partner

New Delhi

23 May 2025

Membership No.: 098652

UDIN:25098652BMKXQC4226

HCL INFOSYSTEMS LIMITED
Audited Consolidated Financial Results for the quarter and year ended March 31, 2025
 Regd.Off. 806, Siddharth, 96 Nehru Place, New Delhi 110019.
 Corp.Off. A-11, First Floor, Sector -3 Noida, UP 201301.
 CIN - L72200DL1986PLC023955
 Phone number +91 120 2520977, 2526518-19
 Website www.hclinfosystems.in
 Email ID: cosec@hcl.com

Consolidated Statement of Profit and Loss of HCL Infosystems Limited as per Ind AS:

(Rs. In Lakhs)

Particulars	Consolidated				
	Three months ended			Year to date	
	31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
	Audited	Unaudited	Audited	Audited	
1 Income					
Revenue from operations	465	570	672	2,461	3,217
Other income	453	905	825	2,547	2,982
Total Income	918	1,475	1,497	5,008	6,199
2 Expenses					
(a) Direct expenses	158	155	195	681	1,303
(b) Changes in inventories of stock-in-trade	2	1	(2)	8	2
(c) Employee benefits expense	481	534	517	2,097	2,003
(d) Finance costs	3	3	3	17	37
(e) Depreciation and amortisation expense	12	12	12	47	54
(f) Legal, professional and consultancy charges	758	742	737	2,733	3,302
(g) Other expenses	478	553	582	2,120	2,276
Total expenses	1,892	2,000	2,044	7,703	8,977
3 Loss before exceptional items and tax from continuing operations (1 - 2)	(974)	(525)	(547)	(2,695)	(2,778)
4 Exceptional Items gain (Refer note 3)	584	-	0	584	1,196
5 Loss before tax from continuing operations (3 + 4)	(390)	(525)	(547)	(2,111)	(1,582)
6 Tax expense / (credit)					
(a) Current tax	-	-	6	-	6
(b) Deferred tax expense	-	-	-	-	-
7 Loss for the period from continuing operations (5 - 6)	(390)	(525)	(553)	(2,111)	(1,588)
8 Profit from discontinued operations	-	-	-	-	-
9 Loss on disposal of discontinued operations	-	-	-	-	-
10 Tax expense / (credit) of discontinued operations	-	-	-	-	-
11 Net Profit / (loss) for the period from discontinued operations (8 + 9 - 10)	-	-	-	-	-
12 Net Loss for the period (7+ 11)	(390)	(525)	(553)	(2,111)	(1,588)
13 Other comprehensive income/ (loss)					
A (i) Items that will not be reclassified to profit and loss	(5)	-	(4)	(5)	(4)
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
B (i) Items that will be reclassified to profit and loss	(64)	(20)	(10)	(50)	9
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
Total other comprehensive income / (loss), net of income tax for the period	(69)	(20)	(14)	(55)	5
14 Total comprehensive income for the period (12 + 13)	(459)	(545)	(567)	(2,166)	(1,583)
15 Net loss attributable to:					
- Shareholders	(390)	(525)	(553)	(2,111)	(1,588)
- Non-controlling interests	-	-	-	-	-
Total comprehensive income attributable to:					
- Shareholders	(459)	(545)	(567)	(2,166)	(1,583)
- Non-controlling interests	-	-	-	-	-
16 Paid-up equity share capital (Face value per share of Rs. 2/-)	6,584	6,584	6,584	6,584	6,584
17 Reserve as per balance sheet of previous accounting year	-	-	-	(35,682)	(33,516)
18 Earnings per share for continuing operations (of Rs. 2/- each) (not annualised):					
(a) Basic	(0.12)	(0.16)	(0.17)	(0.64)	(0.48)
(b) Diluted	(0.12)	(0.16)	(0.17)	(0.64)	(0.48)
19 Earnings per share for discontinued operations (of Rs. 2/- each) (not annualised):					
(a) Basic	-	-	-	-	-
(b) Diluted	-	-	-	-	-
20 Earnings per share for discontinued & continuing operations (of Rs. 2/- each) (not annualised):					
(a) Basic	(0.12)	(0.16)	(0.17)	(0.64)	(0.48)
(b) Diluted	(0.12)	(0.16)	(0.17)	(0.64)	(0.48)

Consolidated Balance Sheet of HCL Infosystems Limited as per Ind AS:

(Rs. In Lakhs)

Particulars	Consolidated	
	As at 31.03.2025 (Audited)	As at 31.03.2024 (Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	154	225
Intangible assets	20	26
Capital work-in-progress	9	-
Financial assets		
i. Other financial assets	1,171	6,293
Income tax assets (net)	4,492	5,171
Other non-current assets	13,393	13,320
Total non-current assets	19,239	25,035
Current assets		
Inventories	29	37
Financial assets		
i. Investments	3,614	2,643
ii. Trade receivables	1,661	1,849
iii. Cash and cash equivalents	871	1,407
iv. Bank balances other than (iii) above	15,630	11,788
v. Other financial assets	6	6
Other current assets	2,261	2,795
Assets held for sale	10	10
Total Current Assets	24,082	20,535
Total assets	43,321	45,570
EQUITY AND LIABILITIES		
Equity		
Equity share capital	6,584	6,584
Other equity	(35,682)	(33,516)
Non-controlling interests	(0)	(0)
Total equity	(29,098)	(26,932)
LIABILITIES		
Non-current liabilities		
Financial liabilities		
i. Borrowings	-	-
Provisions	162	219
Total non-current liabilities	162	219
Current liabilities		
Financial liabilities		
i. Borrowings	35,500	35,500
ii. Trade payables		
(a) total outstanding dues of micro enterprises and small enterprises	20	34
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	5,704	5,855
iii. Other financial liabilities	557	564
Other current liabilities	28,002	26,561
Provisions	2,474	3,769
Current tax liabilities (net)	-	-
Total current liabilities	72,257	72,283
Total liabilities	72,419	72,502
Total equity and liabilities	43,321	45,570

Notes

1. Consolidated results include financial results of HCL Infosystems Limited (hereinafter referred to as "the Parent"), HCL Infotech Limited, HCL Investment Pte. Limited, Pimpri Chinchwad eServices Limited and Nurture Technologies FZE (hereinafter together referred to as "the Group"). These results have been prepared in accordance with the Indian Accounting Standard (referred to as "Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time.

These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 23, 2025. The statutory auditors have issued unmodified audit report on these results.

2. The Group has continuously made losses during past years and its net worth has been fully eroded. Further the Group has incurred a net loss of Rs. 2,111 lakhs, during the year ended March 31, 2025 (year ended March 31, 2024: net loss Rs.1,587 lakhs) and the Group's current liabilities exceeded its current assets by Rs. 48,175 lakhs as at March 31, 2025 (March 31, 2024: Rs. 51,748 lakhs). The losses are primarily a result of delayed receipts on certain system integration contracts, historical low margin contracts, large litigations and their costs which are at different stages of progression.

The Group had originally entered into multiple long term contracts forming part of erstwhile 'Hardware Solutions Business' which was transferred to HCL Infotech Limited through Scheme of Arrangement with the remaining term of ongoing contract upto year 2031. Therefore, there is a constructive obligation for the Group to provide operational and financial support to HCL Infotech Limited for execution of its contracts. Further, such transferred business has continued to face challenges in obtaining timely customer acceptance and sign-offs for completed projects, leading to delays in receiving payments. As a result, though the number of contracts reaching closure has increased, there is no significant progress in recovering outstanding receivables from customers. To address this issue, the Group has initiated arbitration proceedings against several customers to recover the dues owed. Accordingly, the management will ensure continuity of operations to support execution of long terms contracts originally assigned to the Group and recovery of dues owned by HCL Infotech Limited that are held up for a long time.

To ensure the necessary financial support for above operations, the Board of Directors of HCL Corporation Private Limited (a significant promoter shareholder) has approved support in the form of corporate guarantees to banks of Rs. 39,600 lakhs [utilised Rs. 20,372 lakhs (2024 - Rs. 14,148 lakhs)] and interest free unsecured loans of Rs. 35,500 lakhs [utilised Rs. 35,500 lakhs (2024 - Rs. 35,500 lakhs)] to HCL Infosystems Limited out of total authorized limit of Rs. 1,50,000 lakhs. This had been approved by the shareholders of the Group, vide their resolution dated September 14, 2017. Considering the above support, the management and the Board of Directors have a reasonable expectation that the Group will be able to realise its assets and discharge its contractual obligations including long term contracts transferred to HCL Infotech Limited and liabilities as they fall due in the near future in the normal course of business. Accordingly, these consolidated financial results have been prepared on a going concern basis.

3. Exceptional items include :

(Rs. In Lakhs)

Particulars	Three months ended			Year to date	
	31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
	Audited	Unaudited	Audited	Audited	
Gain on sale of property, plant and equipments (Refer Note No. 4)	584	-	-	584	1,196
Total Gain	584	-	-	584	1,196

4. In order to reduce Group's debt obligations, the Group decided to monetize Group owned properties in a phased manner. The remaining Group's properties were not being fully utilized due to changes in the business of the Group, therefore, as a part of ongoing property monetization plan during the quarter and year ended, March 31, 2025, the Group has disposed one property situated in Mumbai, having net carrying amount of Rs. 51 lakhs, for a consideration of Rs. 635 lakhs, resulting in overall gain of Rs. 584 lakhs. (similar gain recognised of Rs.1,196 lakhs for the year ended March 31, 2024).
5. Based on the detailed assessment performed by Management which also included, wherever considered necessary, performing reconciliation with the parties, the Group has credited its Statement of Profit and Loss with Rs. 40 Lakhs for the quarter ended March 31, 2025, Rs. 530 Lakhs for the quarter ended December 31, 2024, Rs. 431 Lakhs for the quarter ended March 31, 2024, Rs 1,006 Lakhs for the year ended March 31, 2025 and Rs. 1,197 Lakhs for the year ended March 31, 2024, on account of write back of certain old payables and provisions, also refer note 8.
6. The Group had reported three segments till year ended 31 March 2024 – Hardware Products and Solutions, Distribution and Learning. However, management has reassessed the segment disclosure and believes that with the scale down of the Distribution business which is limited to providing IT support services (primarily annual maintenance activities) and progressive decline in learning operations, the Chief Operating Decision maker primarily focusses on combined business in making decisions on operating matters and on allocating resources in evaluating performance. Accordingly, the Group has aggregated its segments into a single segment which is providing IT support services and hence no separate disclosure is required for Segment as per Ind AS 108 'Operating Segments'.
7. HCL Infosystems Limited (HCL) has initiated Arbitration Proceedings with respect to dispute against the customers for contracts which were originally awarded to HCL and were subsequently transferred to HCL Infotech Limited (Infotech) under the Scheme of Arrangement in 2013 as approved by Delhi High Court. Against one of such contract, the group has received an amount of Rs. 12,342 Lakhs in earlier years against equivalent Bank Guarantee. For another contract, part payment of Rs 1331 Lakhs was received during the year ended March 31, 2025 against equivalent Bank Guarantee. Considering the counterparty's appeal in these matters are sub-judice before the High Court and pending for disposal as on date, the group has not recognised any income with respect to these orders and the amount received has been shown as "amount collected under litigation" as a part of other current liabilities in the financial statement.
8. The Group has received an amount of Rs. 413 Lakhs (principal amount along with interest) with respect to a favourable arbitration award against a dispute with a customer. Hence an income of Rs 413 Lakhs has been recognized in the year ended March 31, 2025.

9. Nurture Technologies FZE (hereinafter called as "Nurture") [registered with Dubai Airport Free Zone Authority (DAFZA)], (formerly known as HCL Infosystems MEA FZE) is a wholly owned subsidiary of HCL Investments Pte. Ltd. registered in Singapore. Nurture is a step down subsidiary of HCL Infotech Limited which is a wholly owned subsidiary of HCL Infosystems Limited.

The principal activities of Nurture were development and trading of software and hardware systems and IT solutions. However, there were no operations in Nurture. Considering there was no plan for any operations in future, the Board of Directors of HCL Investments Pte. Limited in its meeting held on February 14, 2025, approved the liquidation of the company. Accordingly, the liquidation report has been issued by the liquidator dated March 18, 2025 and the certificate of dissolution has been issued by the Dubai Integrated Economic Zones Authority on April 03, 2025.

10. The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year upto March 31, 2025 and the unaudited published year-to-date figures upto December 31, 2024 being the date of the end of the third quarter of the financial year which were subjected to a limited review.

11. A statement of cash flow is attached in Annexure A.

By order of the Board
for HCL Infosystems Limited
NIKHIL
Digitally signed
by NIKHIL SINHA
SINHA
Date: 2025.05.23
16:10:37 +05'30'

Nikhil Sinha
Chairperson

Place : Noida

Date : May 23, 2025

Consolidated Cash Flow Statement of HCL Infosystems Limited as per Ind AS:

(Rs. In Lakhs)

Particulars	Year ended	Year ended
	31.03.2025	31.03.2024
	Audited	Audited
Cash Flow from Operating Activities:		
Loss before tax from continuing and discontinued operations	(2,111)	(1,582)
Adjustments for:		
Depreciation and amortisation expense	47	54
Finance cost	17	37
Interest income on Fixed deposits and others	(1,164)	(1,291)
Interest on income tax refund	(78)	(70)
Gain on sale of investment carried at FVTPL	(58)	(43)
Net profit on sale of property, plant and equipment	(584)	(1,197)
Profit on disposal of unquoted investments	(132)	(191)
(Gain)/loss on foreign exchange fluctuation	(15)	20
Reversal of loss allowance for doubtful debts	(529)	(160)
Allowance for doubtful debts	58	34
Allowance for doubtful loans and advances and other current assets	3	50
Provisions/liabilities no longer required written back	(368)	(1,038)
Net allowance for Input tax credit	526	385
Operating loss before working capital changes	(4,388)	(4,991)
Changes in operating assets and liabilities		
Decrease in trade receivables	715	822
Decrease/(Increase) in non current assets	(94)	425
Decrease/(Increase) in current assets	(102)	115
Decrease in inventories	8	2
(Decrease)/Increase in non current liabilities	(57)	50
(Decrease)/increase in current liabilities	339	(988)
Cash used in operations	(3,579)	(4,565)
- Net tax refund (including interest) / tax deduction at source	758	947
Net cash flow used in operating activities (A)	(2,821)	(3,618)
Cash flow from investing activities:		
Capital work-in-progress	(9)	-
Payment for property, plant and equipment (including intangible assets)	(21)	(19)
Proceeds from sale of properties	635	1
Proceeds from redemption of mutual funds	13,243	17,815
Investment in mutual funds	(14,024)	(15,799)
Redemption of / (investment in) of bank deposits (net)	1,453	(330)
Movement in margin money account	166	118
Interest received	847	1,291
Net cash flow generated from investing activities (B)	2,290	3,077
Cash Flow from Financing Activities:		
Proceeds from loans and borrowings from related party	45,500	35,500
Repayment of loans and borrowings to related party	(45,500)	(35,500)
Finance cost paid	(17)	(37)
Net cash used in financing activities (C)	(17)	(37)
Net decrease in cash and cash equivalents (A+B+C)	(548)	(578)
Opening balance of cash and cash equivalents	1,407	1,975
Exchange difference on translation of foreign currency cash and cash equivalent	12	10
Closing balance of cash and cash equivalents	871	1,407
Cash and cash equivalents comprise of		
Cash, cheques and drafts (on hand)*	0	0
Balances with banks on current accounts	839	1,407
Balances with banks on margin accounts	32	-

* Amount in "0" represent less than one lakhs

Independent Auditor's Report

To the Board of Directors of HCL Infosystems Limited

Report on the audit of the Consolidated Annual Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of HCL Infosystems Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), for the year ended 31 March 2025, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of report of other auditor on separate audited financial statements of such subsidiary as was audited by the other auditor, the aforesaid consolidated annual financial results:

- a. include the annual financial results of the following entities
 1. HCL Infotech Limited
 2. HCL Investment Pte. Limited
 3. Pimpri Chinchwad eServices Limited
 4. Nurture Technologies FZE (liquidated as on 3 April 2025)
- b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- c. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of consolidated net loss and other comprehensive loss and other financial information of the Group for the year ended 31 March 2025.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, along with the consideration of report of the other auditor referred to in sub paragraph no. (a) of the "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion on the consolidated annual financial results.

Material Uncertainty Related to Going Concern

We draw attention to note 2 to the consolidated annual financial results, which states that the Group has continuously made losses for past several years and its net worth is fully eroded. Further, the Group's

Independent Auditor's Report (Continued)

HCL Infosystems Limited

current liabilities exceed its current assets as at 31 March 2025 by Rs. 48,175 lakhs (31 March 2024: Rs. 51,748 lakhs). These conditions indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern i.e. whether the Group will be able to realise its assets and discharge all its contractual obligations and liabilities as they fall due in near future in the normal course of the business.

Our opinion is not modified in respect of this matter.

Management's and Board of Directors' Responsibilities for the Consolidated Annual Financial Results

These consolidated annual financial results have been prepared on the basis of the consolidated annual financial statements.

The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these consolidated annual financial results that give a true and fair view of the consolidated net profit/ loss and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Management and Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of each company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated annual financial results by the Management and the Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated annual financial results, the respective Management and the Board of Directors of the companies included in the Group are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of each company.

Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible

Independent Auditor's Report (Continued)

HCL Infosystems Limited

for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the consolidated annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management's and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated annual financial results, including the disclosures, and whether the consolidated annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of the entities within the Group to express an opinion on the consolidated annual financial results. We are responsible for the direction, supervision and performance of the audit of financial statements of such entities included in the consolidated annual financial results of which we are the independent auditor. For the other entity included in the consolidated annual financial results, which has been audited by other auditor, such other auditor remain responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in sub paragraph (a) of the "Other Matters" paragraph in this audit report.

We communicate with those charged with governance of the Holding Company and such other entities included in those consolidated annual financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular No CIR/CFD/CMD1/44/2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

Other Matters

- a. The consolidated annual financial results include the audited financial results of one subsidiary, whose financial statements reflect total assets (after consolidation adjustments) of Rs. 0.82 lakhs as at 31 March 25, total revenues (after consolidation adjustments) of Rs. Nil and net cash inflows (after consolidation adjustments) amounting to Rs. 0.81 lakhs for the year ended on that date, as considered in the consolidated annual financial results, which has been audited by its independent auditor. The independent auditor's report on financial statements of this entity has been furnished to us by the management.

Our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of this entity, is based solely on the report of such auditor and the procedures performed by us are as stated in paragraph above.

Our opinion on the consolidated annual financial results is not modified in respect of the above matter with respect to our reliance on the work done and the report of the other auditor.

Independent Auditor's Report (Continued)

HCL Infosystems Limited

- b. The consolidated annual financial results include the unaudited financial results of two subsidiaries, whose financial statements reflect total assets (after consolidation adjustments) of Rs. 364 lakhs as at 31 March 2025, total revenue (after consolidation adjustments) of Rs. Nil, total net profit after tax (after consolidation adjustments) of Rs. 68 lakhs and net cash outflows (after consolidation adjustments) of Rs 15 lakhs for the year ended on that date, as considered in the consolidated annual financial results. These unaudited financial statements have been furnished to us by the Board of Directors.

Our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such financial statements. In our opinion and according to the information and explanations given to us by the Board of Directors, these financial statements are not material to the Group.

Our opinion on the consolidated annual financial results is not modified in respect of the above matter with respect to the financial statements certified by the Board of Directors.

- c. The consolidated annual financial results include the results for the quarter ended 31 March 2025 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For **B S R & Associates LLP**

Chartered Accountants

Firm's Registration No.:116231W/W-100024

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Girish Arora

Partner

New Delhi

23 May 2025

Membership No.: 098652

UDIN:25098652BMKXQB6854